

– Notice –
for
Exploration Activity under the Surface Management Regulations at 43 CFR 3809

Part 1 – Operator Information

Name(s): Gold Rush Metals

Point of Contact: Jon Rush

Mailing Address: 320 East State Street
Orderville, UT 84758

Phone Number: (435) 648-2741

Email address: bjrush69@gmail.com

Taxpayer Identification Number: 46-3919883

Unpatented Mining Claims: Fraction Lode - 78504
Fraction Lode #2 - 78505

Other Federal, State, or Local Authorizations:

Notice of Intent for Small Mining Operation from Department of Oil, Gas, and Mining
(Approved)

Water Discharge Permit from Department of Environmental Quality (Approved)

Mine ID and Mill ID from Mining Safety and Health Administration (Approved)

Explosives License (9-UT-025-33-5L-00487) from Bureau of Alcohol, Tobacco, Firearms, and
Explosives (Approved)

BLM Plan of Operations (Pending on 4th revision)

Part 2 – Description of Exploration Activity

Gold Rush Metals plans to explore the Fraction Lode claim to test the material in and around the existing portal for any value in the material. We will be disturbing less than one acre of BLM land, and will be accessing a BLM road.

Our first step in the plan is to level the area around the entrance of the portal using a CAT 955 Tracked Front End Loader for safe access to the portal. Any excess topsoil that will not be used to level the area around the portal will be put in a topsoil pile nearby.

Next step will be to use a scaling bar to knock the loose rock above and around the face of the portal, and to pin chain-link above and around the face of the portal for safe entrance into the portal.

Pinning the portal will be achieved with an air drill with a portable air compressor to drill pins to hold chain-link fence on to the wall above and around the portal to keep loose rock from falling.

Once the portal is safe to enter, then we can start extracting material. We will be removing the material by drilling holes in the rock face and using explosives to break up the material. After the material is broken up, then we will use a Eimco Mucker to dig the material out of the portal. We can also extract material by using picks and 5 gallon buckets. We'll haul the material to an ore pile, and have the 955 move the material from the ore pile into a Kenworth 10-wheel dump truck. The dump truck will take the material to the mill for processing.

Part 3 – Reclamation Plan and Cost Estimate

Gold Rush Metals has a Reclamation plan in our Plan of Operation for this mine claim with the BLM that has no deficiencies, and that has been approved by Utah State Department of Natural Resources. We also have a bond that has been paid for the 5 year escalation.

Small Mine Operation Bond Calculation Worksheet S/045/0093 **3-year escalation (2017)**

| <u>Item</u> | <u>Qty</u> | <u>Unit Cost</u> | <u>Total Cost</u> |
|--|------------|------------------|--------------------|
| 1st Acre Disturbance | 1 | \$8,000.00 | \$8,000.00 |
| Add'l Acres Disturbance | 4 | \$5,000.00 | \$20,000.00 |
| Mob/demob over 51-100 miles | 0 | \$1,400.00 | \$0.00 |
| Mob/demob over 101-150 miles | 0 | \$2,500.00 | \$0.00 |
| Mob/demob over 151-200 miles | 6 | \$3,900.00 | \$23,400.00 |
| Portal Closure | 1 | \$2,000.00 | \$2,000.00 |
| Shaft Closure | 0 | \$3,000.00 | \$0.00 |
| TOTAL (includes \$2500 for BLM spot improvemnts) | | | \$53,400.00 |

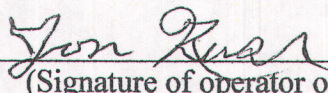
5-year escalation (2019)

| <u>Item</u> | <u>Qty</u> | <u>Unit Cost</u> | <u>Total Cost</u> |
|--|------------|------------------|--------------------|
| 1st Acre Disturbance | 1 | \$8,300.00 | \$8,300.00 |
| Add'l Acres Disturbance | 4 | \$5,200.00 | \$20,800.00 |
| Mob/demob over 51-100 miles | 0 | \$1,400.00 | \$0.00 |
| Mob/demob over 101-150 miles | 0 | \$2,600.00 | \$0.00 |
| Mob/demob over 151-200 miles | 6 | \$4,100.00 | \$24,600.00 |
| Portal Closure | 1 | \$2,000.00 | \$2,000.00 |
| Shaft Closure | 0 | \$3,000.00 | \$0.00 |
| TOTAL (includes \$2500 for BLM spot improvemnts) | | | \$55,700.00 |

| <u>AREA</u> | <u>Length (ft)</u> | <u>Width (ft)</u> | <u>Area (sq. Ft.)</u> |
|---------------|--------------------|-------------------|-----------------------|
| original area | 440 | 440 | 193600 |
| road | 11,550 | 2 | 23100 |

Reclamation for just this exploration project would include the removal of the chain-link fencing, removing all of the equipment, returning the topsoil pile back to the portal area, and re-vegetating the disturbed areas with BLM approved seed.

The Notice is submitted this date by:


(Signature of operator or agent)

2-9-2015
Date


(Signature of co-operator or agent)

2-9-2015
Date

Additional Processing Information

Within 15 calendar days of receiving your Notice, the BLM will review the Notice material and notify you:

- 1) that your Notice is complete and the amount of the financial guarantee that must be provided before operations may begin; or
- 2) that your Notice is not complete, specifying what information is missing or incomplete; or
- 3) that your Notice is complete but that BLM requires additional time for consultation, field visits, or review before it can evaluate the Notice; or
- 4) that the Notice must be modified in order to prevent unnecessary or undue degradation; or
- 5) that your operations do not qualify for a Notice.

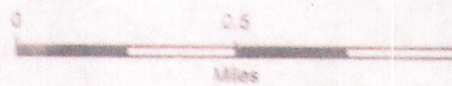
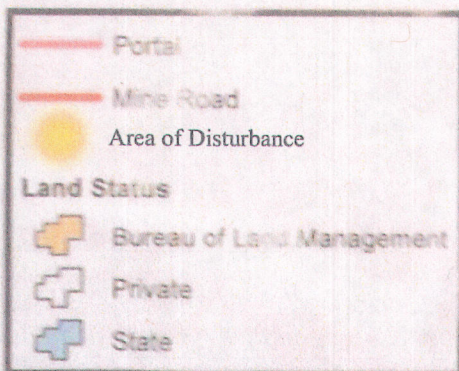
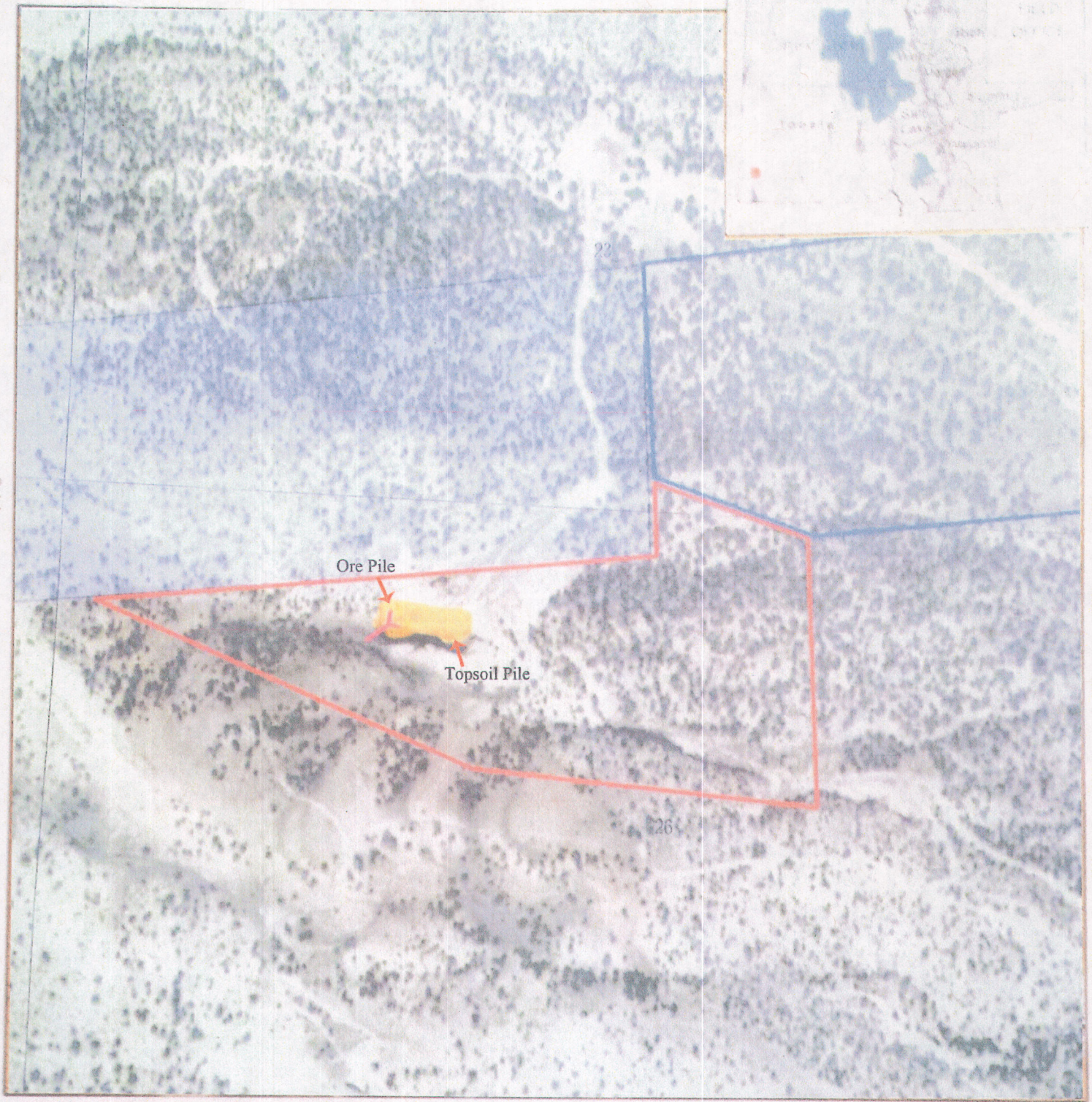
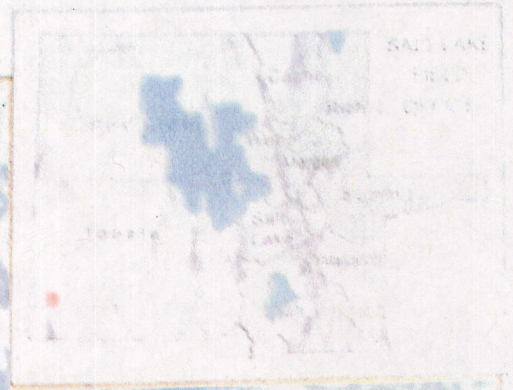
Once a complete Notice is received, and BLM determines that it will not cause unnecessary or undue degradation, the BLM will notify you that your Notice has been accepted and issue a decision on the amount of the financial guarantee. However, you must not begin surface disturbing activity until you have provided a financial guarantee in the approved amount to the BLM State Office, and received a decision from that office that the financial guarantee instrument has been accepted.

All Notices expire two years from the date of the letter establishing the financial guarantee amount. If you wish to conduct operations for two additional years after the expiration date of your Notice, you must notify BLM in writing on or before the expiration date and meet the financial guarantee requirements. You may extend your Notice more than once.

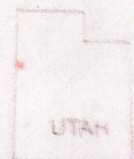
It should be noted that acceptance of a Notice by BLM does not constitute a determination regarding the validity or ownership of any unpatented mining claim involved in the operation. In addition, you are responsible for obtaining any use rights or local, state or federal permits, licenses or reviews that may be required for your operation.

A Notice proposing use and occupancy of the public lands, such as full or part time residence or the construction, presence, or maintenance of temporary or permanent structures, must also obtain concurrence under the regulations at 43 CFR 3715 that the use or occupancy is reasonably incident to the prospecting or exploration activity.

Proposed Mine, Gold Rush



October 1, 2014



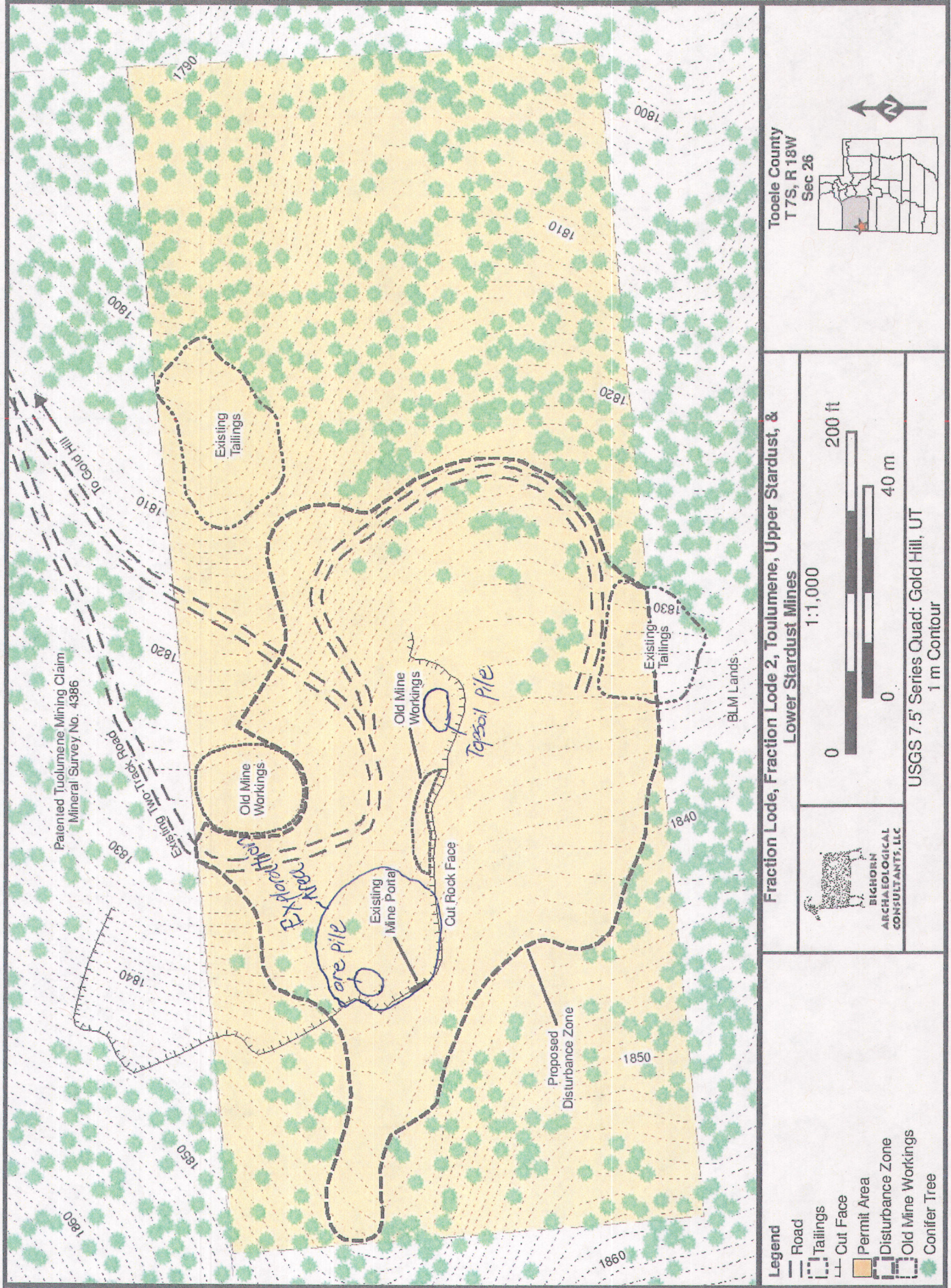


Figure 3. Fraction Load Pre-Mining Topographic Map